



Student Affairs Fee
Advisory Board
DIVISION OF STUDENT AFFAIRS

Budget Summary

*To be completed annually by each department.
Please attach Funding Request Forms for each proposed increase.*

Department:	Recreational Sports	RSF Account #	301790
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Department Budget History:

	FY2021	FY2022	FY2023	FY2024
Total Operating Budget	17,896,351	20,615,890	21,528,950	23,576,563
Total Current RSF Allocation	17,176,313	17,213,000	18,200,000	
RSF Increases Requested	0	0	0	
RSF Increases Funded	0	0		
Total End-of-Year Reserve Balance Across All Operating Accounts	10,134,196	13,331,130	10,000,000 (Projected)	10,513,000 (Projected)

Please provide a reserve spending plan if ending FY2022 reserves exceed University requirements.

FY22 Rec Sports Fee Balance	5,494,367
FY22 Operating Reserve	4,663,959
FY22 Renewal & Modifications Reserve	<u>3,172,804</u>
Total Reserves	\$13,331,130
Less University Required Reserves	<u>4,783,435</u>
Reserves over Requirement	\$ 8,547,695

Recreational Sports is managing almost \$165 million in facilities with \$102 million of those being constructed in the last five years. The National Association of College and University Business Officers (NACUBO) has developed guidelines for setting aside funds to manage university facilities. The purpose of these guidelines is to create a funding model for Renewal & Modifications expenses and thereby prevent deferred maintenance. Rec Sports has been committed to following these guidelines and setting aside funds annually creating a fund source for replacing buildings and equipment as they undergo wear and tear through the years.

Reserves in the fee account are designated for future debt services payments and future R&M funding requirements. The R&M accounts are designated for capital expenses which will maintain and extend the useful life of our facilities and equipment. Texas A&M University currently does not have reserve requirements for Renewal & Modifications funds. See highlights from our capital spending plan below.

<u>FY23 Capital Projects</u>	
Penberthy Lighting project	1,588,726
Fitness and weight room equipment replacement	1,000,000
Air Handler replacements	970,405
Interior painting	550,000
Outdoor Pool Deck repair	160,000
Polo barn and arena lighting project	95,000
Thor Guard lightning prediction system	87,000
Audio-Visual equipment repair/replace	70,000
Miscellaneous smaller projects	500,000
Total	\$ 5,021,131

UAF Increase Request History & FY2024 Summary:

Program, Service, or Operation Requested	Amount Requested	SAFAB Recommended? (Y/N)	University/VPSA Funded (Y/N)
FY2022			
FY2023			
FY2024 Proposal Summary (Prioritized)			

Additional Questions: *(to assist the Board when informing the student body about stewardship of the University Advancement Fee)*

If you received additional funding in the last 2 years, please describe or explain the success or shortcomings of those new resources.

Although Recreational Sports has not requested any additional funding from the student body, the department has happily received a substantial gift from the Seibel Foundation in the amount of \$5,000,000. This gift can be used for the operational maintenance and capital replacement of the Southside Rec Center. We were informed of this gift prior to opening the facility and we are evaluating how best to utilize and make the most of these funds to the benefit of the Texas A&M Student Body. At this time, partial funding has been received in the amount of \$1,655,525 with the remainder coming in over the next five years.

What do you see as your department’s financial priorities in the next 3 – 5 years (FY2024-FY2028)?

1. Set aside sufficient resources to fund the Renewal & Modification reserve account for all Rec Sports facilities. The original Student Rec Center building will be 28 years old at the beginning of FY24 and consequently maintenance, repair and replacement costs are rising. (See Capital Spending Plan) There are major R&M items are coming up within the next five years which include replacement of artificial turf at Penberthy (~\$3 million) and refurbishment of the indoor climbing tower. Our commitment to R&M has become even more necessary with the opening of the Polo Road Rec Center (Jan 2021) and the Southside Rec Center (Aug 2022) during the past two years. History has taught us, there should not be a significant amount of capital expenditures on newly constructed facilities in the early years. However, for the future, it will be important to have adequate funds set aside to ensure we have the ability to maintain these facilities properly.
2. Evaluate staffing levels and hours of operation at all facilities to ensure student needs are being met while also operating efficiently. We will need to ensure that we are offering our student staff competitive wages within the university and Bryan/College Station area so that we will be able to hire enough staff to operate our facilities and programs.
3. Continue to evaluate our long-term pro forma statement to ensure we are positioned with sufficient financial resources to fund our facility and programmatic offerings.
4. Monitor full-time staffing needs, determine the timeline for any new positions if needed, and plan for and evaluate salary needs for career ladder promotions. Ensure that we are offering our new staff competitive salaries and benefits so we can maintain an excellent staff without vacancies.
5. As information is made available, plan appropriately for any financial impacts created from the centralization of business services, human resources, marketing and communications, and information technology.

	Total Financial Impact:
How many reclassifications did you have approved in FY2022? 10	\$42,076
How many equity adjustments did you have approved in FY2022? 0	0
How many one-time merit increases did you have approved in FY2022? 6	\$14,500
How many hiring adjustments did you have approved in FY2022? 8	\$10,290
What positions were approved to eliminate in FY2022? 0	0
What new positions did you create in FY2022? 3	\$127,000

Additional comments, special considerations, etc.

SAFAB Comments/Notes: